the other sort of health system that the other 49 States have were able to spend a couple of hundred million dollars to convince the American people that when I said we ought to do what Hawaii did, I wanted the Government to take over the health care system. I'm trying to keep the Government from taking over the health care system, but I would like for people who work hard, pay their taxes, obey the law, and raise their kids the best they can not to lose their health care every year. That's what I would like, and I think that's a worthy goal.

You know, another million Americans and working families lost their health insurance last year. We're the only advanced country in the world where there's a smaller percentage of families under the age of 65 without health care today—or with health care today, a smaller percentage with health care today than there were 10 years ago. Why? Because we haven't done in America what Hawaii did or something else to solve the problem.

Well, tonight is a night for John and Lynne and the Children's Discovery project, but what I want to say to you is that this is an example of what America must do. In this period of transition and change, we have to fall back on what has always made us great. And what has always made us great is not moaning or being negative or being divisive or running down people who are different from what we are. What's

always made us great is coming together, facing our problems, joining together, and figuring out some practical, hard-headed way to solve problems so that our children would be better off than we are. That is what has made us great, and that is the only thing that will make us great from now on into the future.

And so, I would like to say that all of you probably have a better feel for the enduring legacy of this Governor and his fine wife and their administration that I do in the details. But we worked together closely for 8 years, and I know him very well. And the thing that I want you to know is that I have probably spent more unguarded moments with him than most of you have. And I can tell you that about as much as anybody I've ever known, he is in private the way you see him in public. His values are what he says they are when he speaks. And he gets up every day trying to figure out how he can make something good happen in this State. And I think that this country needs more people like that. If we all got up every day trying to make something good happen, like John Waihee, our future would be assured.

And that, sir, is your legacy. I thank you. God bless you. God bless all of you, and good luck. Thank you.

NOTE: The President spoke at 7:20 p.m. at the Hilton Hawaiian Village.

Letter to Congressional Leaders Reporting on the National Emergency With Respect to Iran

November 18, 1994

Dear Mr. Speaker: (Dear Mr. President:)

I hereby report to the Congress on developments since the last Presidential report on May 14, 1994, concerning the national emergency with respect to Iran that was declared in Executive Order No. 12170 of November 14, 1979, and matters relating to Executive Order No. 12613 of October 29, 1987. This report is submitted pursuant to section 204(c) of the International Emergency Economic Powers Act, 50 U.S.C. 1703(c), and section 505(c) of the International Security and Development Cooperation Act of 1985, 22 U.S.C. 2349aa–9(c). This report

covers events through October 18, 1994. My last report, dated May 14, 1994, covered events through March 31, 1994.

- 1. There have been no amendments to the Iranian Transactions Regulations, 31 CFR Part 560, or to the Iranian Assets Control Regulations, 31 CFR Part 535, since the last report.
- 2. The Office of Foreign Assets Control (FAC) of the Department of the Treasury continues to process applications for import licenses under the Iranian Transactions Regulations. However, a substantial majority of such applica-

tions are determined to be ineligible for licensing and, consequently, are denied.

During the reporting period, the U.S. Customs Service has continued to effect numerous seizures of Iranian-origin merchandise, primarily carpets, for violation of the import prohibitions of the Iranian Transactions Regulations. The FAC and Customs Service investigations of these violations have resulted in forfeiture actions and the imposition of civil monetary penalties. Additional forfeiture and civil penalty actions are under review.

3. The Iran-United States Claims Tribunal (the "Tribunal"), established at The Hague pursuant to the Algiers Accords, continues to make progress in arbitrating the claims before it. Since my last report, the Tribunal has rendered 6 awards, bringing the total number to 557. Of this total, 373 have been awards in favor of American claimants. Two hundred twenty-five of these were awards on agreed terms, authorizing and approving payment of settlements negotiated by the parties, and 150 were decisions adjudicated on the merits. The Tribunal has issued 38 decisions dismissing claims on the merits and 85 decisions dismissing claims for jurisdictional reasons. Of the 59 remaining awards, 3 approved the withdrawal of cases and 56 were in favor of Iranian claimants. As of October 18, 1994, the Federal Reserve Bank of New York reported that the value of awards to successful American claimants from the Security Account held by the NV Settlement Bank stood at \$2,353,030,872.61.

The Security Account has fallen below the required balance of \$500 million almost 50 times. Until October 1992, Iran periodically replenished the account, as required by the Algiers Accords. This was accomplished first by transfers from the separate account held by the NV Settlement Bank in which interest on the Security Account is deposited. The aggregate amount transferred from the Interest Account to the Security Account was \$874,472,986.47. Iran then replenished the account with the proceeds from the sale of Iranian-origin oil imported into the United States, pursuant to transactions licensed on a case-by-case basis by FAC. Iran has not, however, replenished the account since the last oil sale deposit on October 8, 1992, although the balance fell below \$500 million on November 5, 1992. As of October 18, 1994, the total amount in the Security Account

\$203,349,297.01 and the total amount in the Interest Account was \$20,160,414.78.

The United States continues to pursue Case A/28, filed last year, to require Iran to meet its financial obligations under the Algiers Accords to replenish the Security Account.

- 4. Since my last report, the Tribunal has issued two significant awards in favor of U.S. citizens who are dual nationals, for their respective shares of corporations expropriated by Iran. The Tribunal awarded members of the Khosrowshahi family \$2,484,746.31 plus interest. The Tribunal awarded members of the Ebrahimi family \$5,265,697.00 plus interest.
- 5. The Department of State continues to present United States Government claims against Iran, in coordination with concerned government agencies, and to respond to claims brought against the United States by Iran. In July 1994, the United States filed a new case, Number A/29, seeking to compel Iran to make its payments for Tribunal expenses in a timely manner. Over the past 2 years, Iran has failed repeatedly to make its payments for extended periods of time, until pressed by the United States in Cases A/28 and A/29.

The United States also recently filed its Rejoinders in, respectively, Case A/15 (I:D and I:H), a claim brought by Iran for the return of certain amounts held in U.S. banks, and Case A/27, a claim brought by Iran for the alleged failure of the United States to enforce a Tribunal award in its favor against a U.S. national.

- In August, the United States filed a Production Request in Case B/1, a case in which Iran alleges the United States is liable for termination costs and the nondelivery of goods and services under contracts through the Foreign Military Sales (FMS) program. The United States is seeking the return of FMS documents that remained in U.S. military offices in Iran after the Revolution.
- 6. United States arbitrator Howard Holtzmann, one of the original members of the Tribunal, resigned July 31, 1994, after 13 years of service. To replace him, the United States appointed Charles T. Duncan, who assumed his duties on August 1, 1994. Until his appointment, Mr. Duncan was Senior Counsel to the law firm of Reid & Priest.
- 7. As anticipated by the May 13, 1990, agreement settling the claims of U.S. nationals against Iran for less than \$250,000, the Foreign Claims Settlement Commission (FCSC) has continued

its review of 3,112 claims. As of October 18, 1994, the FCSC has issued decisions in 3,066 claims, for total awards of more than \$68 million. The FCSC expects to complete its adjudication of the remaining claims this year.

8. The situation reviewed above continues to implicate important diplomatic, financial, and legal interests of the United States and its nationals and presents an unusual challenge to the national security and foreign policy of the United States. The Iranian Assets Control Regulations issued pursuant to Executive Order No. 12170 continue to play an important role in structuring our relationship with Iran and in enabling the United States to implement properly

the Algiers Accords. Similarly, the Iranian Transactions Regulations issued pursuant to Executive Order No. 12613 continue to advance important objectives in combatting international terrorism. I shall continue to exercise the powers at my disposal to deal with these problems and will continue to report periodically to the Congress on significant developments.

Sincerely,

WILLIAM J. CLINTON

NOTE: Identical letters were sent to Thomas S. Foley, Speaker of the House of Representatives, and Albert Gore, Jr., President of the Senate.

Remarks Following Discussions With Prime Minister Yitzhak Rabin of Israel and an Exchange With Reporters November 21, 1994

Bosnia

The President. I would like to make a brief comment and then give the Prime Minister a chance to make a comment.

First of all, with regard to the NATO attack this morning on the airfield, it was a strong and entirely appropriate response. That airfield had been used to conduct air attacks against the Bihac region, and it was the right thing to do. The situation in Bihac remains quite serious. We'll just have to see how it next develops. But I strongly support the NATO action today.

Middle East Peace Process

With regard to the meeting that we have just had, let me say that it was, as always, a good meeting. We remain committed to achieving a comprehensive peace in the Middle East. I have reaffirmed my support for the current aid level to Israel as well as for certain security assistance, including the Arrow missile program in the years ahead, so that we can continue to support the security conditions that, in my judgment, are the precondition for Israel being able to make a just peace with all her neighbors in the Middle East.

Mr. Prime Minister, would you like to— Prime Minister Rabin. In the last 2 years, the Middle East has seen dramatic change in the interrelationships between the Arab countries and the Arab peoples and Israel. As you remember, in September '93, here on the lawns of the White House, we signed the Declaration of Principle between us and the PLO representing the Palestinians. We started to tackle the longest and the most complicated conflict in all the conflicts of the Arab-Israeli conflict. Since then, we have implemented the first phase. There are problems, but we are continuing this, the process of reconciliation and solving the Palestinian-Israeli conflict.

President Clinton visited the area when we signed the peace treaty with Jordan, the second peace treaty ever to be signed between Israel and an Arab country and the first one after the convening of the Madrid peace conference.

We are committed to continue the negotiating with the Palestinians, with Syria, and Lebanon, with the purpose to achieve comprehensive peace. I'm sure that without the United States involvement, support, under the leadership of President Clinton to Secretary Christopher, it would be much more difficult, if at all, to achieve this progress in the peace process that we all witnessed and so many people did not believe that it would be possible to be done.

Therefore, in our discussions, the President said what has been agreed, and we'll continue to adhere to our responsibility to achieve comprehensive peace. There will be obstacles; there